#### MINUTES

# MONTANA HOUSE OF REPRESENTATIVES 62nd LEGISLATURE - REGULAR SESSION

#### JOINT APPROPRIATIONS SUBCOMMITTEE ON LONG-RANGE PLANNING

Call to Order: Chair Walter McNutt, on January 21, 2011 at 8:06 AM, in Room 317B

Capitol

#### **ROLL CALL**

#### **Members Present:**

Rep. Walter McNutt, Chair (R)

Sen. Taylor Brown, Vice Chair (R)

Rep. Rob Cook (R)

Rep. Ron Ehli (R)

Rep. Bill McChesney (D)

Sen. Jon Sonju (R)

Sen. Carol Williams (D)

Members Excused: Rep. Jon C. Sesso (D)

Members Absent: None

**Staff Present:** Catherine Duncan, Legislative Branch

Mary Ann Mackay, Committee Secretary

Christine Hultin-Brus, OBPP

**Audio Committees:** These minutes are in outline form only. They provide a list of participants and a record of official action taken by the committee. The link to the audio recording of the meeting is available on the Legislative Branch website.

#### **Committee Business Summary:**

Hearing & Date Posted: HB 11, 1/17/2011

00:00:39 Chairman McNutt

# **Closing by Sponsor:**

00:01:10 Rep. Galen Hollenbaugh on HB 9 which was heard on January 20, 2011.

00:01:33 Chairman McNutt

00:01:49 Ms. Duncan, Legislative Fiscal Division (LFD)

EXHIBIT(jlh16a01)

00:02:53 Chairman McNutt

### **Hearing on House Bill 7**

#### **Opening Statement by Sponsor:**

00:03:00 Rep. Tony Belcourt (D), HD 32, opened the hearing on HB 7, Reclamation and development grants.

# EXHIBIT(jlh16a02)

00:04:31 Chairman McNutt 00:04:39 Rep. Belcourt 00:05:13 Chairman McNutt

#### **Program Overview:**

00:05:21 Ray Beck, Administrator, Conservation and Development Division, Department of Natural Resources and Conservation (DNRC)

00:06:36 Rep. Sesso arrived.

#### EXHIBIT(jlh16a03)

00:08:42 Chairman McNutt

00:08:51 Alice Stanley, Bureau Chief, Resource and Development, DNRC

# EXHIBIT(jlh16a04)

EXHIBIT(jlh16a05) 00:21:02 Chairman McNutt

00:21:25 Alicia Stickney, Reclamation Development Grants Program, DNRC

EXHIBIT(jlh16a06)

#### Oil and Gas and Mine Reclamation Projects

00:28:22	Ms. Stickney
00:29:13	Ms. Duncan
00:29:23	Chairman McNutt

#### Fiscal Analysis:

00:29:28	Ms. Duncan
00:35:33	Chairman McNutt
00:35:36	Ms. Duncan

#### **Questions from the Committee:**

00:35:38	Rep. Sesso
00:36:01	Ms. Duncan
00:36:44	Rep. Sesso
00:37:17	Ms. Duncan

00:37:39	Chairman McNutt
00:37:42	Rep. Sesso
00:38:15	Ms. Stanley
00:38:59	Sen. Williams left.
00:39:27	Rep. Sesso
00:39:59	Chairman McNutt

### **Department of Natural Resources and Conservation, Oil and Gas and Mine Reclamation**

00:40:07 Tom Richmond, Administrator, Board of Oil and Gas Conservation, (BOGC)

**DNRC** 

00:41:24 Chairman McNutt

# **Eastern District Orphaned Well Plug and Abandonment and Site Restoration**

and

# Northern/Eastern District Orphaned Well Plug and Abandonment and Site Restoration

#### **Southern District Orphaned Lease Battery Site Restoration**

00:41:53 Steven Sasaki, Chief Field Inspector, BOGC, DNRC

00:47:12 Chairman McNutt

# Ruby Valley Conservation District Alder Gulch - Phase 1 Improvements

00:47:19	Ms. Stickney
00:47:40	Rebecca Ramsey, Ruby Watershed Coordinator, Ruby Valley Conservation
	District
00:51:34	Chairman McNutt left.
00:53:44	Vice Chairman Brown
00:53:50	Ms. Stickney

#### Department of Environmental Quality, Forest Rose Mine and Mill Site Reclamation

00:54:24 Deven Clary, Project Manager, Remedial Division, Department of Environmental Quality (DEQ)

#### EXHIBIT(jlh16a07)

00:55:04 Maureen Connor, Granite, County Commissioner

00:59:49 Vice Chairman Brown

# DEQ, Lily/Orphan Boy Mine Reclamation

01:00:32 Pebbles Clark, Project Manager, Remediation Division, DEQ

EXHIBIT(jlh16a08)

01:02:39 Vice Chairman Brown

# **DEQ, Sand Coulee Public Water Supply System Restoration**

01:02:43 Ms. Stickney

01:02:58 Tom Henderson, Reclamation Specialist, DEQ

EXHIBIT(jlh16a09)

01:04:51 Kent Luoma, President of Sand Coulee Water District

EXHIBIT(jlh16a10)

01:08:13 Vice Chairman Brown

# DEQ, Beal Pit Run on Controls, Pond Removal

Ms. Sticknev 01:08:19

01:08:39 John Koerth, Abandoned Mines Program, Section Supervisor, Remediation

Division, DEQ

#### EXHIBIT(jlh16a11)

Vice Chairman Brown 01:12:12

#### Pondera and Teton County Oil and Gas Well Plug and Abandon

01:12:34 Ms. Sticknev

01:12:40 Corrine Rose, Sanitarian, Teton and Pondera Counties

# EXHIBIT(jlh16a12)

01:15:05 Rep. Sesso and Ms. Duncan left.

01:16:45 Rep. McChesney left. Vice Chairman Brown 01:17:17

01:17:26 Mr. Sasaki, for Tom Richmond, Board of Oil and Gas, supports this project

# Fort Peck, Assiniboine and Sioux Tribes, Reclamation of the Phillip Red Eagle 2-25 Salt Water Disposal Well

01:17:49 Ms. Stickney

01:18:08 Deb Madison, Environmental Program Manager, Fort Peck Tribe

Vice Chairman Brown 01:21:24

#### Missoula County, Ninemile Creek Mining District- Phase II

Ms. Stickney, to be heard later in schedule 01:21:32

# DEQ, Zortman and Landusky Mines - Source Control Prioritization and Feasibility

#### **Evaluation**

01:22:05 Ms. Stickney

01:22:44 Wayne Jepson, Hydrologist, DEQ 01:25:21 Ms. Duncan and Rep. Sesso returned.

01:27:57 Rep. Sesso left.

Vice Chairman Brown 01:28:27

#### **DEQ, Landusky Mine, Clarifier Construction**

Mr. Jepson 01:28:30

01:30:55 Rep. Sesso returned.

#### EXHIBIT(jlh16a13)

Rep. McChesney returned. 01:32:36

01:33:05 Ms. Stickney

# Butte, Silver Bow City County Government, Butte Mining District Reclamation and

# **Protection Project (Phase III)**

01:33:05 Ms. Stickney

Jim Jarvis, Historic Preservation Officer, Butte Silver Bow County Planning Board 01:33:20

#### EXHIBIT(jlh16a14)

Sen. Williams returned. 01:37:44 01:37:52 Vice Chairman Brown

#### Meagher County Conservation District, Thomas Creek Placer 01:38:02 Ms. Stickney 01:38:21 Otto Ohlson, Conservation District and Supervisor of Meagher County Weed District Matthew Kmon, rancher 01:40:30 EXHIBIT(jlh16a15) EXHIBIT(jlh16a16) 01:42:44 Vice Chairman Brown 01:42:50 Brian Obert, Economic Development Agent, Meagher County 01:43:24 Vice Chairman Brown Rep. Harry Klock, HD 83, Harlowton 01:43:31 Jeff Tiberi, Montana Association of Water Conservation Districts (MADC) 01:43:45

# Fish, Wildlife and Parks, Impacts of Energy Development and Leasing Stipulations on

<u>Mule Deer</u>	
01:44:04	Ms. Stickney
01:44:19	Ken McDonald, Wildlife Bureau Chief, FWP
01:45:23	Rep. Sesso left.
01:48:49	Vice Chairman Brown

#### **Questions from Committee:**

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01:48:51	Sen. Sonju
01:49:07	Mr. McDonald
01:49:32	Sen. Sonju
01:49:34	Mr. McDonald
01:49:37	Sen. Sonju
01:49:56	Mr. McDonald
01:50:23	Sen. Sonju
01:50:30	Mr. McDonald
01:50:40	Rep. Cook
01:50:54	Mr. McDonald
01:50:57	Rep. Cook
01:51:04	Mr. McDonald
01:51:29	Rep. Cook
01:51:52	Mr. McDonald
01:52:18	Sen. Sonju
01:52:29	Ms. Duncan
01:53:08	Vice Chairman Brown
01:53:30	Mr. McDonald
01:53:38	Rep. Sesso returned.
01:53:42	Justin Gude, Wildlife Research and Technical Services, Section Manager, FWP
01:53:59	Vice Chairman Brown
01:54:09	Mr. Gude
01:54:40	Vice Chairman Brown
01:54:43	Rep. McChesney left.
01:55:07	Vice Chairman Brown

Anaconda-Deer	Lodge County.	Anaconda Superfun	d Remediation	Trails Program

01:55:22	Ms. Stickney
01:55:39	Connie Daniels, Planning Director, Anaconda-Deer Lodge County
01:58:18	Vice Chairman Brown
01:58:24	Robert Neihart, Consultant
EXHIBIT(jlh1	6a17)
01:59:57	Vice Chairman Brown
02:00:10	Rep. Sesso
02:01:14	Ms. Daniels
02:01:18	Rep. Sesso
02:01:22	Ms. Daniels
02:01:24	Rep. Sesso
02:01:43	Ms. Daniels
02:04:05	Rep. Sesso
02:05:33	Vice Chairman Brown
02:05:47	Ms. Daniels
02:05:48	Vice Chairman Brown
02:06:01	Ms. Stickney
02:06:10	Vice Chairman Brown
02:06:14	Break
02:25:30	Resume

Rep. Sesso, Sen. Sonju and Sen. Williams did not return from break.

02:25:34 Vice Chairman Brown

# **Hazardous Materials Remediation Projects**

02:25:35 Ms. Stickney

# Fish, Wildlfe and Parks, Big Spring Creek PCB Remediation

02:26:03	Ms. Sticknev
02.20.00	IVIO. OLIGINIEV

Bruce Rich, Chief of Fisheries, FWP 02:26:25

#### EXHIBIT(jlh16a18)

Sen. Sonju returned. 02:27:18 Vice Chairman Brown 02:30:41

#### **Questions from Committee:**

02:30:45	Sen. Sonju
02:30:52	Mr. Rich
02:31:04	Sen. Sonju
02:31:09	Mr. Rich
02:31:14	Sen. Sonju
02:31:23	Mr. Rich
02:31:39	Sen. Sonju
02:31:41	Mr. Rich
02:31:47	Rep. Cook
02:31:58	Mr. Rich
EXHIBIT(jlh16a19)	

02:32:34 Rep. Cook

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02:32:45	Mr. Rich
02:33:04	Rep. Cook
02:33:08	Mr. Rich
02:33:11	Vice Chairman Brown

# City of Shelby, Shelby Refinery 02:33:21 Ms. Stickney

Ms. Stickney
Rep. Sesso returned.
Chris Reynolds, Tetra Tech, Consultant for Shelby on petroleum projects
Sen. Williams returned.

# **Questions from Committee:**

Rep. Cook
Vr. Reynolds
/ice Chairman Brown
Mr. Reynolds
/ice Chairman Brown

# City of Missoula, Missoula Sawmill Site Wood Reclamation

02:38:25	Ms. Stickney	
02:38:48	Chris Behan, Missoula Redevelopment Agency	
EXHIBIT(jlh16a20)		
02:47:55	Vice Chairman Brown	

#### **Questions from Committee:**

02:48:04	Rep. Cook
02:48:24	Mr. Behan
02:49:26	Rep. Cook
02:49:33	Mr. Behan
02:50:31	Vice Chairman Brown

# Fergus County Road Department, Pentachlorophenol "Penta" Cleanup 02:50:35 Ms. Stickney

02:50:35	Ms. Stickney
02:50:53	Sandy Youngbauer, Fergus County Commissioner
02:54:16	Vice Chairman Brown
02:54:21	Sen. Sonju
02:54:33	John Anderson, Fergus County Road Department
02:54:51	Sen. Sonju
02:54:58	Mr. Anderson
02:55:05	Sen. Sonju
02:55:14	Mr. Anderson
02:55:32	Sen. Sonju
02:55:43	Mr. Anderson
02:55:54	Sen. Sonju
02:55:57	Vice Chairman Brown

#### **Critical State Needs**

# Sanders County, Managing Aquatic Invasive Plant Species to Protect Montana's Water

02:56:10 Ms. Stickney

02:56:34 Celestine Duncan, Consultant

02:58:01 Sen. Sonju left.

#### EXHIBIT(jlh16a21)

#### **Questions:**

02:58:32	Vice Chairman Brown
02:58:44	Ms. Celestine Duncan
02:59:59	Vice Chairman Brown
03:00:17	Ms. Celestine Duncan

#### EXHIBIT(jlh16a22)

03:01:08	Sen. Sonju returned.
03:01:54	Vice Chairman Brown

03:02:00 Jeff Tiberi, MADC, is a proponent

03:02:25 Vice Chairman Brown

#### **DNRC St Mary & Milk River Basins Water Management Initiative**

03:02:31 Ms. Stickney

03:03:01 Dave Peterson, Director of Public Works, Havre, and member of St Mary & Milk

River Water Management Initiatives 2010.

#### EXHIBIT(jlh16a23)

03:08:59 Vice Chairman Brown

#### **Crow Tribe of Indians, Little Big Horn River Restoration**

03:09:09	Ms. Stickney
03:09:29	John Doyle, Crow Tribe
03:10:26	Larry Kindness, Crow Tribe, Absalooka Water Users and Little Big Horn College
03:12:47	Vice Chairman Brown

#### Richland County Conservation District, Lower Yellowstone Riverbank Restoration

03:12:58 Ms. Stickney

03:13:14 Warren Kellogg, representing Richland County Conservation District

EXHIBIT(jlh16a24)

03:16:36 Vice Chairman Brown

#### Oil and Gas and Mine Reclamation Projects

# Missoula County Ninemile Creek Mining District - Phase II

03:16:45	Ms. Stickney
03:16:58	Linda Stoll
03:18:23	Vice Chairman Brown
03:18:26	Sen. Sonju left.

#### **Projects not Funded:**

03:18:29 Ms. Stickney

### Closing by Sponsor:

03:19:12	Rep. Tony Belcourt
03:20:05	Vice Chairman Brown
03:20:08	Ms. Duncan
03:20:19	Rep. Belcourt
03:20:23	Vice Chairman Brown

# **Hearing on House Bill 8**

#### **Opening Statement by Sponsor:**

03:20:47	Rep. Jon Sesso (D), HD 76, opened the hearing on HB 8, Renewable resource
	hands and loans

03:22:57 Vice Chairman Brown

# RRGL Fiscal Analysis:

03:23:05 Ms. Duncan

03:24:09 Vice Chairman Brown

#### **RRGL Program Overview:**

03:24:13 Anna Miller, Bureau Chief, Loan and Financial Management, DNRC

### EXHIBIT(jlh16a25)

#### EXHIBIT(jlh16a26)

03:27:49 Vice Chairman Brown

03:27:52 Ms. Miller

#### EXHIBIT(jlh16a27)

03:33:36 Vice Chairman Brown

#### **Ruby Dam Rehabilitation Project**

and

#### Refinancing Existing Debt or Rehabilitation of Water and Sewer Facilities

and

#### Sunset Irrigation District, Stevensville

03:33:40 Bob Fischer, Civil Engineer, Resource Development Bureau, DNRC

#### EXHIBIT(ilh16a28)

03:36:47 Vice Chairman Brown

### 03:37:33 Closing by Sponsor:

03:37:33 Rep. Jon, Sesso

03:37:44 Vice Chairman Brown

#### **Instructions to Staff:**

03:38:02	Ms. Duncan
03:40:02	Vice Chairman Brown
03:40:05	Ms. Duncan
03:40:07	Vice Chairman Brown

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03:40:10	Ms. Duncan
03:40:12	Rep. Sesso
03:40:45	Vice Chairman Brown
03:40:48	Rep. Sesso
03:40:52	Ms. Duncan
03:41:30	Sen. Williams
03:41:34	Ms. Duncan
03:41:37	Rep. Sesso
03:42:03	Vice Chairman Brown
03:42:12	Ms. Duncan
03:42:38	Vice Chairman Brown

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# **ADJOURNMENT**

03:42:53	Adjournment:				
			Mary Ann N	Ласкау, S	ecretary
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Additional Ex EXHIBIT(jlh1 EXHIBIT(jlh1	6a29)				
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EXHIBIT(jlh1	<u>vaau.puij</u>				